



MAINE CORPORATE INCOME TAX

FORM 1120W-ME

ESTIMATED TAX WORKSHEET

2006

For Form 1120ES-ME

NOTE: For tax years 2005 and later, you must apportion the gross tax amount (instead of income) to determine Maine tax liability.

1. ADJUSTED FEDERAL TAXABLE INCOME (check one)

☐ For immediate prior year ☐ Current year estimated 1. _____

2. a. ESTIMATED MAINE GROSS CORPORATE INCOME TAX 2a. _____

For tax years beginning on or after January 1, 2005, the Maine corporate tax rate is as follows:

If adjusted federal taxable income is:

The tax is:

Greater than

But not over

\$ 0

\$ 25,000

3.5% of federal taxable income

\$ 25,000

\$ 75,000

\$ 875 plus 7.93% of excess over \$ 25,000

\$ 75,000

\$250,000

\$ 4,840 plus 8.33% of excess over \$ 75,000

\$250,000 or more

\$19,418 plus 8.93% of excess over \$250,000

b. LINE 2A MULTIPLIED BY THE ESTIMATED MAINE APPORTIONMENT PERCENTAGE 2b. _____

3. OVERPAYMENT from prior year elected for credit to estimated tax: 3. _____

4. BALANCE of estimated Maine corporate income tax (line 2 minus line 3): 4. _____

5. COMPUTATION and RECORD OF PAYMENTS

Date Paid	Total Estimate Original or Amended	Amount of Installment Payable	Prior Year Overpayment Applied to Installment	Balance Payable by Check	Total Payments and Refund Applied
1. _____	\$ _____	April 15 \$ _____	\$ _____	\$ _____	\$ _____
2. _____	\$ _____	June 15 \$ _____	\$ _____	\$ _____	\$ _____
3. _____	\$ _____	Sept 15 \$ _____	\$ _____	\$ _____	\$ _____
4. _____	\$ _____	Dec 15 \$ _____	\$ _____	\$ _____	\$ _____

Fiscal year corporations: use dates corresponding with the 15th day of the 4th, 6th, 9th and 12th months of the fiscal year.

NOTE: if your estimated tax should change during the year, you may use the amended computation worksheet below to determine the amended amounts to be entered on declaration.

1. AMENDED ESTIMATED CORPORATE INCOME TAX 1. _____

2. LESS:

a. Amount of **OVERPAYMENT** from prior year credited to

this year's estimated tax and applied to date 2a. _____

b. **PAYMENTS** made for current year 2b. _____

c. **TOTAL:** Line 2a plus line 2b 2c. _____

3. UNPAID BALANCE: Line 1 minus line 2c 3. _____

4. AMOUNT TO BE PAID: Line 3 divided by number of remaining installments 4. _____

(KEEP FOR YOUR RECORDS)
SEE REVERSE SIDE FOR INSTRUCTIONS

MAINE ESTIMATED TAX PAYMENT VOUCHER FOR CORPORATIONS (FORM 1120ES-ME) INSTRUCTIONS

1. WHO MUST PAY ESTIMATED TAX?

Every corporation subject to taxation under 36 M.R.S.A., Part 8 (Income Taxes) must pay estimated tax. If the income tax liability for the taxable year or for the prior tax year reduced by any allowable credits is less than \$1,000, the requirement is waived. *See* 36 M.R.S.A. § 5228(2).

2. AMOUNT OF ESTIMATED TAX TO BE PAID.

The estimated tax must be no less than the smaller of the following:

- a. An amount equal to the preceding year's tax liability, if that preceding year was a taxable year of 12 months; or
- b. An amount equal to 90% of the tax liability for the current taxable year. However, taxpayers cannot use the machinery and equipment investment tax credit in the determination of the estimated corporate income tax liability.

Exception: Large corporations as defined by IRC § 6655(g)(2)(A), are required to pay estimated taxes in accordance with paragraph b, except as provided in 36 M.R.S.A. § 5228(5)(C).

3. DUE DATES FOR ESTIMATED TAX INSTALLMENTS.

Installment payments are due on the 15th day of the 4th, 6th, 9th and 12th months following the beginning of the corporation's fiscal year. If the due date falls on a Saturday, Sunday or legal holiday, substitute the next succeeding day which is not a Saturday, Sunday or legal holiday.

4. AMOUNT OF INSTALLMENTS.

The amount of estimated tax due for the taxable year must be paid in four equal installments unless:

- a. The taxpayer establishes by adequate record the actual distribution of tax liability and allowable credits during the tax year; or
- b. The taxpayer is a large corporation as defined by IRC § 6655(g)(2)(A). Such large corporations may elect to determine the first required installment for any taxable year based on the preceding year's state income tax liability, if that preceding year was a taxable year of 12 months. However, if the corporation so elects, the second required installment for the taxable year must equal 90% of the corporation's income tax liability for the first

half of the current year, less the amount of the first installment for the taxable year as determined under this provision.

5. UNDERPAYMENT PENALTY.

A penalty equal to the interest rate on overdue taxes accrues automatically on underpayments of the required installment amount for the period of underpayment. The period of underpayment is the period of time from the date the installment is due until the underpayment is satisfied or until the tax return to which the estimate installment applies is due, whichever occurs earlier.

6. SHORT TAXABLE YEAR.

For a corporation having a taxable year of less than 12 months, the estimated tax must be paid in full by the 15th day of the last month of the taxable year. If you are filing a tax return for a short taxable year, identify your next filing period in the space provided on the voucher.

NOTE: For tax years 2005 and later, you must apportion the gross tax amount (instead of income) to determine Maine tax liability.

See line 2b on Form 1120W-ME, Estimated Tax Worksheet.

Did you know that you can now pay your taxes online, including future payments for estimates? Visit www.maine.gov/revenue and select Electronic Services for access to Maine EZ Pay, our online payment system.